

# **COMMUNITY DEVELOPMENT REVOLVING LOAN FUND**



**PRELIMINARY & UNAUDITED  
FINANCIAL HIGHLIGHTS**  
September 30, 2019

A handwritten signature in blue ink, appearing to read 'Rendell L. Jones', is positioned above the printed name and title.

**RENDELL L. JONES  
CHIEF FINANCIAL OFFICER**

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND**

**MANAGEMENT OVERVIEW  
September 30, 2019**

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**Background**

The Community Development Revolving Loan Fund (CDRLF) was established by an act of Congress (Public Law 96-123, November 20, 1979) to stimulate economic development in low-income communities. The Community Development Credit Union Transfer Act (Public Law 99-609, November 6, 1986) transferred CDRLF administration to the NCUA. The NCUA Board adopted amendments to Part 705 of NCUA Rules and Regulations on September 16, 1987, and began making loans/deposits to participating credit unions in 1990.

The purpose of the CDRLF is to stimulate economic activities in the communities served by low-income credit unions which will result in increased income, ownership and employment opportunities for low-wealth residents, and other economic growth. The policy of the NCUA is to revolve the loans to qualifying credit unions as often as practical in order to gain maximum impact on as many participating credit unions as possible.

**Balance Sheet**

Between September 2018 and September 2019, cash and cash equivalents increased by \$4.8 million, primarily due to:

- a. received \$2.0 million in Appropriations from 2019,
- b. received \$4.6 million in loan principal and interest payments,
- c. disbursed \$1.0 million in new loans,
- d. disbursed \$1.0 million in technical assistance grants

Between September 2018 and September 2019, loans receivable decreased \$3.6 million as a result of four new loans issued less ten loan maturities and two principal paydowns.

Accrued Technical Assistance Grants represents the grant liability. The grant liability has increased since August 2019. It increased primarily because awards were issued in August 2019 compared to October in 2018.

**Statements of Revenues, Expenses, and Changes in Fund Balance**

During September 2019, the fund earned approximately \$17 thousand in interest revenue.

Note: Minor modifications to the form and content of the CDRLF Fund's monthly financial highlights were made to conform to the annual financial statements.

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
BALANCE SHEETS  
As of September 30, 2019 and 2018  
(Dollars in thousands)**

	<b>September 2019</b>	<b>September 2018</b>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 13,811	\$ 9,032
Loans Receivable	6,185	9,755
Interest Receivable	8	13
<b>TOTAL ASSETS</b>	<b>\$ 20,004</b>	<b>\$ 18,800</b>
 <b>LIABILITIES AND FUND BALANCE</b>		
Accrued Technical Assistance Grants	\$ 4,158	\$ 1,272
<b>Fund Balance</b>		
Fund Capital	13,842	15,675
Accumulated Earnings	2,004	1,853
<b>Total Fund Balance</b>	<b>15,846</b>	<b>17,528</b>
<b>TOTAL LIABILITIES AND FUND BALANCE</b>	<b>\$ 20,004</b>	<b>\$ 18,800</b>

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
STATEMENTS OF OPERATIONS**

**For the Periods Ended September 30, 2019 and 2018**

**(Dollars in thousands)**

	<u>September 2019</u>	<u>Year-to-Date September 2019</u>	<u>Year-to-Date September 2018</u>
<b>REVENUES</b>			
Interest on Cash Equivalents	\$ 14	\$ 133	\$ 74
Interest on Loans	3	30	33
Appropriations Used	5	1,908	-
Canceled Technical Assistance Grants	<u>(6)</u>	<u>(108)</u>	<u>(103)</u>
TOTAL REVENUE	<u>16</u>	<u>1,963</u>	<u>4</u>
<b>EXPENSES</b>			
Technical Assistance Grants	5	1,926	37
Canceled Technical Assistance Grants	<u>(7)</u>	<u>(109)</u>	<u>(114)</u>
TOTAL EXPENSES	<u>(2)</u>	<u>1,817</u>	<u>(77)</u>
<b>NET INCOME / (LOSS)</b>	<u>\$ 18</u>	<u>\$ 146</u>	<u>\$ 81</u>

The balances in the statement above are preliminary and unaudited

**NATIONAL CREDIT UNION ADMINISTRATION  
COMMUNITY DEVELOPMENT REVOLVING LOAN FUND  
STATEMENT OF CHANGES IN FUND BALANCE  
(Dollars in thousands)**

	<u>For Loans</u>	<u>Fund Capital For Technical Assistance</u>	<u>Total Fund Capital</u>	<u>Accumulated Earnings</u>	<u>Total Fund Balance</u>
<b>December 31, 2017</b>	\$ 13,388	\$ 185	\$ 13,573	\$ 1,772	\$ 15,345
Appropriations Received		2,000	2,000		2,000
Appropriations Used		(2,000)	(2,000)		(2,000)
Canceled Appropriations - Returned to Treasury		(1)	(1)		(1)
Canceled Technical Assistance Grants		103	103		103
Net Income / (Loss)				86	86
<b>December 31, 2018</b>	<u>\$ 13,388</u>	<u>\$ 287</u>	<u>\$ 13,675</u>	<u>\$ 1,858</u>	<u>\$ 15,533</u>
Appropriations Received		2,000	2,000		2,000
Appropriations Used		(1,908)	(1,908)		(1,908)
Canceled Appropriations - Returned to Treasury		(33)	(33)		(33)
Canceled Technical Assistance Grants		108	108		108
Net Income / (Loss)			-	146	146
<b>September 30, 2019</b>	<u><u>\$ 13,388</u></u>	<u><u>\$ 454</u></u>	<u><u>\$ 13,842</u></u>	<u><u>\$ 2,004</u></u>	<u><u>\$ 15,846</u></u>

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